

Message Text

LIMITED OFFICIAL USE

PAGE 01 MANILA 07111 141139Z

41

ACTION EB-11

INFO OCT-01 EA-11 ISO-00 CAB-09 CIAE-00 COME-00 DODE-00

DOT-00 INR-10 NSAE-00 RSC-01 FAA-00 DRC-01 SS-20

NSC-07 L-03 SSO-00 NSCE-00 USIE-00 INRE-00 /074 W

----- 023921

O 141046Z JUN 74

FM AMEMBASSY MANILA

TO SECSTATE WASHDC IMMEDIATE 4374

LIMITED OFFICIAL USE MANILA 7111

1. IN FRIDAY MORNING MEETING PHILDEL TABLED COUNTER DRAFT TO U.S. PROPOSAL ON PRE-SCREENING. MAY DETAILS OF PHIL DRAFT REQUIRE MODIFICATION BUT MAIN THRUST PROVIDED FOR SIX MONTH OPERATING PERIOD FOR NEW SERVICE, REGARDLESS OF A PRIORI OBJECTION. CONSULTATIONS WOULD BE HELD, IF DESIRED, AT END OF SIX MONTHS AND, IF NO AGREEMENT REACHED, SERVICE WOULD BE WITHDRAWN. EACH CARRIER COULD NOT INTRODUCE MORE THAN ONE FREQUENCY (ANY TYPE) DURING ANY TWELVE MONTH PERIOD AND MAXIMUM NUMBER OF SERVICES WHICH COULD BE INTRODUCED OVER LIFE OF AGREEMENT WOULD BE SEVEN. DISCUSSION ON DRAFT REVEALED PROBABILITY THAT MINOR PROBLEMS ON DRAFT COULD BE WORKED OUT BUT PHILDEL ADAMANT ON QUOTE AUTOMATIC CORRECTOR UNQUOTE OF ELIMINATING DISAGREED SERVICE AFTER SIX MONTHS.

2. SUBSEQUENTLY, USDEL CONSIDERED INTERNALLY QUESTION OF PRESCREENING ARRANGMENTS AND CONCLUDED TWO SIDES APPEARED AT IMPASSE ON QUESTION OF QUOTE AUTOMATIC CORRECTOR. UNQUOTE HOWEVER, USDEL DECIDED THAT MIGHT BE WORTHWHILE TO EXPLORE POSSIBLE COMPROMISE ON THIS ISSUE FOR WASHINGTON CONSIDERATION. ACCORDINGLY MEADOWS AND GILLILLAND PUT PROPOSAL TO ROMUALDEZ PRIVATELY AND AD REFERENDUM TO COMPROMISE RESPECTIVE VIEWS BY PROVIDING FOR TWO EQUAL TIME PERIODS OF POSSIBLY TWO YEARS EACH DURING FIRST OF WHICH US SYSTEM WOULD WORK AND SECOND OF WHICH PHIL APPROACH WOULD GOVERN. ROMUALDEZ EXTREMELY LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MANILA 07111 141139Z

RELUCTANT ABANDON HIS POSITION BUT FINALLY OFFERED TO CONSIDER

PROPOSAL IF IT COULD BE LIMITED TO ONE ROUTE. USREPS POINTED OUT ENORMOUS PROBLEMS OF DEALING WITH US CARRIERS ON THIS BASIS. ROMUALDIZ REFUSED BUDGET BUT FINALLY AGREED TO TAKE BACK AND REVIEW WITH GOP. FOLLOWING AFTERNOON MEETING HE ADVISED US REPS PRIVATELY THAT HE WAS PREPARED RELUCTANTLY TO GO ALONG WITH PROPOSAL BUT PHIL REGIME WOULD HAVE TO BE PLACED IN EFFECT FIRST. US REPS DEMURRED BUT OFFERED TO PUT THIS BACK TO WASHINGTON IF PHILS COULD ACCEPT 5 FREQUENCIES FOR COMBINATION SERVICES OVER TWO YEAR STABILIZED REGIME. THUS DEAL WOULD INVOLVE TWO YEARS OF PROGRAMMED INCREASES WITH US COMBINATION CARRIERS OBTAINING 5 747'S EACH AND PAL GETTING 7 DC-10S; TWO YEARS OF PRESSCREENING WITH PHIL QUOTE AUTOMATIC CORRECTOR UNQUOTE AND TWO YEARS WITH US PRESSCREENING APPROACH. AT END OF 6 YEARS DEAL WOULD EXPIRE AND TWO GOVTS WOULD DECIDE ON BASIS OF EXPERIENCE HOW TO PROCEED THEREAFTER. USDEL AWARE ABOVE APPROACH GOES SOMEWHAT FURTHER THAN US HAS GONE BEFORE BUT BELIEVES DRACONIAN MEASURES REQUIRED HERE. USDEL INCLUDING JUDGE GILLILLAND RECOMMEND APPROVAL.

ACTION REQUESTED: WASHINGTON APPROVAL AND/OR COMMENT ON ABOVE PRESSCREENING ARRANGEMENT SUBJECT SATISFACTORY RESOLUTION OTHER PARTS OF PACKAGE.

3. DISCUSSION OF PRESSCREENING ARRANGEMENTS REVEALED PHIL DESIRE TO CONFINE AGREEMENT TO ESSENTIAL ELEMENTS OF DEAL AND FOREGET AGREEMENT TEXT. WE EMPHASIZED DESIRABILITY OF HAVING NORMAL TEXT WITH SIDE UNDERSTANDING (MEMCON) ON PROCEDURES. PHILDEL SYMPATHETIC BUT MAY POSE PROBLEMS ON ACCEPTING TEXT PARTICULARLY CAPACITY LANGUAGE. WE PLAN TABLE COMPOSITE TEXT WORKED OUT IN 1970 AND ATTACHED AS DOCUMENT 3 IN JULY '72 TALKS IN ORDER TEST PHIL REACTION. ACTION REQUESTED: DO WE NEED INSIST ON AGREEMENT TEXT? IF NOT WHAT ARE WASHINGTON VIEWS ON FORM ON ANY AGREEMENT REACHED IN ABSENCE OF TEXT? WHAT ABOUT PUBLICATION QUESTION?

4. PHILDEL HAS ALSO REQUESTED LANGUAGE ON FUEL ALLOCATION. DOES WASHINGTON SEE ANY PROBLEM WITH SOME LANGUAGE INDICATING BEST EFFORTS TO PROVIDE NON-DISCRIMINATORY TREATMENT?

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 MANILA 07111 141139Z

5. IN AFTERNOON MEETING USDEL TABLED QUOTE BARE BONES UNQUOTE ROUTE PROPOSAL I.E. ADDITION OF TAIWAN FOR NWA AND FLYING TIGERS AND ADDITION OF HONG KONG AND SE.E. ASIA FOR PAA. IN PRIVATE DISCUSSION ROMUALDEZ SAID HAD PROBLEMS BUT PERHAPS SOMETHING COULD BE WORKED OUT ON BASIS DEFERMENT OR SHORT TERM BLIND SECTORS.

6. ALL CARGO SERVICES STILL REMAIN TO BE DISCUSSED.

7. MEETING SCHEDULED SATURDAY MORNING. REQUEST RESPONSE
BY IMMEDIATE TELEGRAM BY 08 SATURDAY MANILA TIME.
SULLIVAN

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AGREEMENT DRAFT, MEETING DELEGATIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 14 JUN 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: izenbei0
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974MANILA07111
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740154-0844
From: MANILA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740645/aaaablzt.tel
Line Count: 120
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: izenbei0
Review Comment: n/a
Review Content Flags:
Review Date: 22 JUL 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <22 JUL 2002 by kelleyw0>; APPROVED <21 FEB 2003 by izenbei0>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: n/a
TAGS: EGEN, RP
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005